

[95] - 53

File No. L H B 1151

B CLASS

P. W. DEPARTMENT

K. BRANCH

subject:-

Electric License

Hubli Electricity undertaking

Annual Accounts for --

B K

File No. L H B 1151

144, Sect. 81 p. 21-A

DOCKET SHEET (B)

Subject: Accounts of the
Public Electricity
undertaking.

File No. LHB. 1157.

P. W. **DEPT.**

K. **BRANCH.**

References:

Old L.A. 3207/48.

Date.	To whom sent.	Notes and instructions.
18/4	D.S.	send u.o. to R. E. Ripley ent (with file no 3207/48)
18/9/51	D.S.	Pl. issue u.o. to A. G. B'bay (18-5-51)
2/11/51	D.S.	Pl. issue u.o. to J. L. Gugg. to G. A. I.

K. Bv.

P.W.D.

File no 3207/48 put up below
deals with the accounts of
the public est. undertaking for
the years 1943-44 to 1948-49
and the audit report thereon
it was refd to Mr. H. Singh
to enquire for remarks and he
returned it with a suggestion
that his points raised by the
A.S. may be taken into
consideration at the time of giving
the award in connection with
the purchase price of the undertaking
and that the views of the
solicitor to Govt may also be
obtained on those points.

1. 165 Do -
157-158 Do -

11 p 57 - Do.

+ Points to be
I

2. Necessary action for obtaining
the views of the solicitor to Govt
on his points is varied in paras
2 & 3 of the A.S.'s letter is taken
on file no LHB 2451. The
H. Singh has not offered any

2.

Remarks on sections II & IV
of the Audit report, especially
paras 13, 15, 16, 17, 18, 21, 23, 26, 29
and 30 of the report. He may
be requested u.o. to do
so now and return the
papers urgently

+ 143-1

721
18/4/51

18/4/51

Inward No.	1114
Date	21-4-1951
File No.	D.S. - LA II
F. No.	P. D. E. EAY

At :o. to - Pl. to En. of

20-4-51

+ with file no. 3207/48

18/4/51

Below U.O.R. No.IHB.1151 dated the 20th April 1951, from Government
in the Public Works Department.

No.LA.11/ 5041 of 1951
Bombay, 1. 26th JULY 1951

Returned with compliments.

2. The following remarks are made on the paras referred to in the Secretariat Office Note dated 18-4-1951:-

Para No.13:- The necessary block register showing all the particulars required will be written up and kept ready by the Deputy Engineer, Hubli Electrical Undertaking.

Para No.15:- When the undertaking was taken over by Government, out of six generating sets, only one was in working condition. ~~The 4 sets, only one was in working condition.~~ The 4 sets were found damaged to such an extent that restoring them to working condition was considered quite impracticable and consequently all these sets were removed from the Power House, and stored up in the compound to make room for the new machinery, which had to be erected in the Power house. The condition of the above sets (plants) cannot be considered more than scrap metal.

Para No.16:- The presumption regarding the cause for the fall in the percentage of revenue is correct.

Para No.17:- The causes for sharp fall in units sold and the revenue realised ~~is~~ correct.

Para No.18:- Some street lights have already been provided and as soon as certain modification to the draft agreement is finalised, the agreement will be finally executed.

Para No.21:- No remarks are necessary.

Para No.23:- After erecting and putting into commission, the new in 1946, additional staff has been appointed in the Power House, as well as for the distribution in the City. In the office also, additional staff was appointed as the imprest account system has been discontinued and the cash book account started. However, the cost per unit remained same as the staff has been proportionately increased with the units generated and sold.

Para No.26:- In view of the following reasons, it is considered that the statement regarding the working of the Undertaking in loss, does not reflect the true position of the concern:-

(1) The value of the four dismantled sets is shown about Rs.1,29,000/- in the books. These sets cannot be considered more than scrap metal and they may fetch price only 5 to 10% of their book value. It is, therefore, necessary to take into consideration the true value of the above plant while calculating the amount of interest on the book value of the assets taken over from the Company.

(2) During the year 1948-49, the amount to the extent of Rs.5,00,000/- (comprising of advances made to and other operations on the original works) was spent by Government for the undertaking. The investment remained unproductive till the erection of new engines ~~is~~ completed and they have been put into commission in the year 1950. The benefit of investment can only be seen after two or three years after completing the works of new plant. Taking into consideration, the above facts, it will be seen that the financial aspect of the Undertaking will

so gloomy as indicated in the report.

Para No.29:- The high percentage loss on the distribution system is being investigated and suitable steps will be taken to reduce these losses to minimum. p

Para No.30F- Introduction of regular commercial system of accounts together with necessary improvements in the system of accounts as suggested in the report can be undertaken only when a qualified permanent accountant is posted for the Undertaking, as suggested in the report. It is, therefore, requested that suitable qualified person with adequate experience in Commercial accounts should be appointed with the least possible delay.

x

RECEIVED THE SECRETARY OF THE GOVERNMENT OF INDIA



Electrical Engineer to Govt.

9

L.M.

K 267

P. W. D.
File No. LMB 1151
Serial No. 64912

K.B.P.W.D.

bbl-2

Submitted with reference to the O.N.

dated the 18-4-51.

2/- The Elect. Engr. has offered remarks with

reference to paras. 13, 15, 16, 17, 18, 21, 23, 26, 29 & 30

x File No. 3207/48-
 P1243-155-
 of the audit report. With regard to,
 the Elect. Engr's remarks with reference to para. 30

of the audit report it may be stated

that a h. tempy. acctt. with knowledge of
 Commercial Acctts. has been sanctioned for
 # the Husb. El. Supply Undertaking ~~has~~
 been for a period of one year, in C.L.

(X) could be - treat
 up of it as per
 No. P190/11/70672 F, dated the 22-8-51.

3/- The remarks offered by the Elect. Engr.
 with reference to the various paras. of the
 audit report may be shown up to the
 A.G., Bombay for information.

D

24-8-51.

A.A.S.

Please discuss.

$$\frac{821}{419/51.}$$

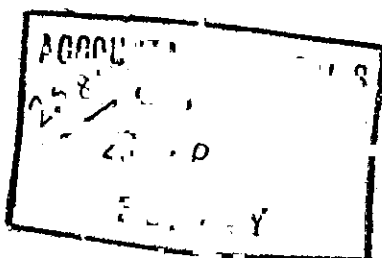
AS in para 3

$$\frac{821}{1579/51.}$$

G.A.D.

2581

U.O. to the A.G., Bombay, dt. 14th Sept. 1951
 (with file No. 3207/48)



✓ Returned with compliments.

2. (a) No remarks have been offered on the points raised in paras 3,5,6,7,8 and 12 of the audit report, presumably because it is not possible for Govt. to take any action in the matter. It is however, suggested that they may be taken into consideration at the time of giving the award.

(b)(i) Para 2 of the Audit Report - It may please be stated whether the accounts have been submitted to the Share-holders.

(ii) Para 12 of the A.R. - Block Register which is promised to be kept ready will be seen at the time of next local audit.

(iii) Para 18 ibid - Street lighting - It is requested that the suggestions contained in this office letter Nos OA.8736 dt. the 12th Feb.51 may be taken into consideration in finalising the agreement with the Municipality.

(iv) Para 26 ibid - Interest on capital -

(a) As already stated in the report the amount of interest now worked out is provisional and will have to be revised after the purchase price of the assets taken over from the Coy. is settled since the book value cannot be taken as correct in view of the unserviceable condition of the assets. It is presumed that the unserviceable condition of the assets will be taken into account in arriving at the amount of the purchase price.

(b) So far as the interest in respect of the amount invested by Govt. is concerned the entire amount will have to be taken into account irrespective of the yield thereon as this amount is locked up in the concern.

(v) Para 29 ibid - Loss on distribution - The result of investigation and action taken to reduce the high percentage of losses will be seen at next audit.

(vi) Para 30 ibid - It may please be stated whether the post of an accountant sanctioned by Govt. in their G.L. No.P.190/11/70672F dt. the 22nd Aug.51, has since been filled in and whether the suggestions contained in the report have been taken up for action.

(vii) Para 31 ibid - Action taken by Govt. is awaited and may please be expedited

FILED 3207/48--
K. 1/10 -
K. H. L. 1/10

22.11.51
K. 1/10

B. D. K. *[Signature]*

Asstt. Examiner, O.A.D.

✓ U.O.R. to Govt. in P.W.D. Bombay.

No. OA/ 7653

8/10/57

SLIP A
22.11.51
K. 1/10

K 8/10

LHB 1/10

86442

K

K.Br.P.W.D.

Submitted with reference to the O.N.
dated the 24-7-51.

2/ Please see the A.G. Boursup's ^{pb} note within.

Following remarks are offered in the matter:-

Re: para. 2 (i) (a) & 2 (ii) :- The suggestions made by the A.G. are noted & will be taken into consideration at the time of giving the award.

Re: para 2 (i) (b) & 2 (iii) :- The Elec. Engr. may be requested to furnish this information.

Re: para. 2 (i) & 2 (iv) :- No action is neeq.

Re: para. 2 (ii) :- Neeq. action to amend the draft requirement to be entered into with the Hdd. Mung. for street lights, is being taken in file No. 3453/36.

Re: para. 2 (vii) :- The question is still under consideration with the of Govt. in consultation with the Solicitors to Govt.

[Through F.B.]

D.S. (GHE)

12408

6-11-51

ALL

P. W. D. BOLDY

U.O. to the El. Engr. to Govt. dt. 6 Nov. 1951

b-7 9

Below U.O.R.No.LHB.1151/86442 dated the 6th November 1951,
from Government in the Public Works Department.
=====

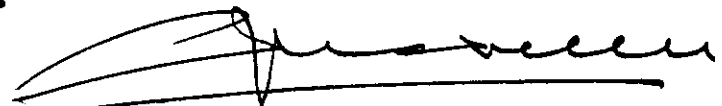
No.LAH/10554 of 1951.

Bombay, 19th December 1951.

Returned, with compliments.

2. Para.2(1)b of the Accountant General's note - Since Government has purchased this undertaking from the Hubli Electricity Co.,Ltd., Hubli, and is now run by Government itself on its own behalf, the question of submission of the accounts to the shareholders does not, apparently, arise.

3. Para.2(VI), Para.30 ibid - The post of an Accountant sanctioned by Government has not been filled in as yet; but efforts are being made to secure the services of a suitably qualified person with knowledge of commercial accounts, and as soon as the Accountant is appointed, the suggestion contained in the report will be given effect to.



Electrical Engineer to Govt.

P.

⑦ Slip A
no 3202/48
bb 143-163

K 20/12

P. W. D.

File No. LHB 1151

Serial No. 111453

Slim: Ant
 20/12/57. A L
 17. 2 51

KBr.

11

LHB 1151
111453
P.D.

Submitted.

2. File No. 3207/48 containing the accounts of the Hubli E.C. undertaking and the audit report by the A.C., Bilga, reqd. for the disposal of this case, is not forthcoming inspite of a thorough search. A further search is, however being continued

continued and the ¹²case will be

resubmitted during the next we-

GA
10/1/52

GA
10/1/52

BB
10/1/52

Dim. Anal.
10/1/52

ADJ.

He has since
been traced
& put up below
GA
10/1/52.

KPR.P.W.D.

Resubmitted

2 Pl. see the A.C., B'kag's ^{b6} note within. The following remarks are offered in the matter.

Reg: paras 2(a) + 2(b)(iv) :- The ^{b6} suggestions made by the A.C. are noted + will be taken into consideration at the time of giving the award.

Reg: paras 2(b)(i) + 2(vi) :- Pl. ^{b6} see in this con. the Il. Eng's remarks ^{p9} within.

Reg: paras 2(b)(ii) + 2(v) :- No ^{b6}

action is necc.

Reg. para 2(b)(iii) :- Necc. action ^{b6}

to amend the draft agreement entered into with the Hubli Muns. for street lights, is being taken in file No. 3453/38 which is under wr. to the

14

the El. Engr. since the 27-12-51.

p 6 (v)

Reg: para 2 (vii)

The question

is still under the consideration
of. Govt.

3. The above remarks may be
shown up. to. the A.G., B'bas, for
information

[Thro' PBr]

28/1/52.
24

24-1-52
x with reference.
to have 3
El Engr's etc
within

24
26

U.O. to the A.G., Bombay, dt. 29th Jan. 1952
(with file No. 3207/48)

DS. (G+E)
L.S.

OAD
5741

Join U.O.
28/1/52

ACCOUNTANT GENERAL'S
OFFICE
31 JAN. 1952
BOMBAY

Returned with compliments.

(i) Para 2(a) and 2(b) (iv) of the U.O.R. No. OA/7653 dt 8-10-51: Paras 3, 5, 6, 7, 8, 12 and of the A.R. for 1943-44 ~~and~~ to 1948-49:-

It is requested that a copy of the award when issued may kindly be furnished to this office.

(ii) Para 2(b)(i) of UOR No. OA/7653 dt 8-10-51: Para 2 of the A.R. '43-44 to 48-49

The management of the affairs of the Hubli Electric Supply Undertaking was taken over by Govt. with effect from 4-5-44, and as such the accounts for the year 1943-44 will have to be compiled under the Indian Companies Act 1913 and submitted to the share-holders. It may, therefore, please be stated whether the accounts for the year 1943-44 were submitted to the shareholders by the Mg. Agents.

(iii) Para 2(iii) ~~ibid~~: Para 18 of the A.R. ~~ibid~~:-

A copy of the agreement as finally revised and approved by Govt. may be forwarded to this office in due course.

(iv) Para 2(b) ~~(iv)~~ ^{vi} ~~ibid~~:- Para 30 of the A.R. ~~ibid~~:-

It may be stated that owing to the non-availability of a suitable ~~xxxx~~ Accountant, the accounts for the year 1950-51 have not been compiled though nearly nine months have elapsed. It is, therefore, essential ^{that} ~~at~~ a suitable Accountant may be appointed without any further delay and steps taken to rectify the defects pointed out in para 30 of the audit report.

(~~iv~~) Para 2(b) (vii) of U.O.R. ~~ibid~~ and Para 31 of the A.R. ~~ibid~~:-

The further communication in the matter is awaited.

Shrinivas Rao
A.E.O.A.D. 9/2

✓ U.O.R. to the Govt. in the P.W.D., Bombay.

No. C.A./~~xxxx~~ 13708 dt the February.

15

K14/2
F. V. L.
File No. LHB 1151
14933/

118 19
Below U.O.R. No. LHB.1151/14933 dated the 5th March 1952,
from Government in the Public Works Department, Bombay.

No. LRM II / 874 . of 1952.

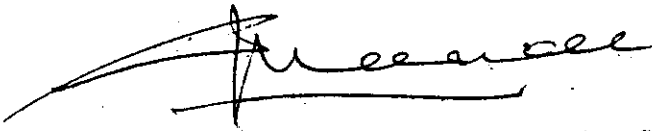
Bombay, 1. 28 - APRIL 1952.

Returned with compliments.

Item (ii) of the Accountant General's note on page 15 Ante
It is ascertained from the Company that the accounts for the
year 1943-44 have not yet been submitted by the Managing Agents
to the share holders as they were not audited and ready till
February last and as such could not be placed before the share
holders' meeting held in December 1951. The Managing Agents
propose to place the accounts before the next meeting to be
held this year.

Item (iv). An Accountant with the knowledge of commercial
accounts has been appointed and he has taken over the charge of
his duties recently. It is expected that the suggestions made
for improvements in the system of accounts will be given effect
to in future.

L.M.


Electrical Engineer to Govt.

20

[Handwritten notes:]

12/10/74
K3014
E/m

W. D.
LHB 1151
40633

27/4

KBr.P.W.D.

Submitted with refce. to the
 Exams. O.A.'s ^{p19}note and the O.Ns ^{p15}

pp 17-18 ante.

2. Pl. see the E. Eng's ^{p19}remarks
 with regard to items ^{p15}(ii) and (iv) of
 the E.O.A.'s ^{p15}note, refd. to above. The
 papers may now be shown up. to
 the E.O.A., for information & remarks,

C. R.
 6-5-52

if any.
 6/5/52

Thos! FBr.

A.A.s.

2. No. to the E.O.A. d. the
 x with 3207/48

7-5-52

7-5-52

Returned with compliments.

W.F. & N. 32-5148

p. 143

21-Para 2 of the A.R. for 43-44:-The Electrical Engineer states that the accounts of the Co. for 43-44 have not yet been submitted and that the same would be submitted before the next meeting. This office may be ~~in~~ informed when the accounts are presented to the share-holders by the Mg. agents.

4-15-153

31-Para 30 of the A.R.:-The Electrical Engr. states that an accountant with a knowledge of ~~commercial~~ commercial accounts has been appointed & that the suggestions made for improvement in the system of account will be given effect to in future. The action taken will be seen at the next audit, and further comments offered thereafter.

A Su-153-55

Para 31 of the A.R.:-Further communication is awaited.

51-General:-A reference is invited to para 2 of this office letter No. OA/4033 dt 25-8-50 (page 157 of file No. 3207(48)) regarding issue of debenture loan by Agents during ~~1946~~ 1947. Govt. was requested to examine in consultation with the legal advisors if necessary the competence and propriety of the Mg. agents in raising debentures and whether this would in any way prejudice the rights and interest of Govt. Action taken in the matter may kindly be intimated. In this connection a reference is also invited to the important comments on p. 266 of the book Appropriation Accounts for 1948-49 and the audit report 1950-

B. D. Ramani.

A. E. O. A. D.

U.O.R. to the Govt. in the P.W.D., Bombay.
No. O.A. 1902 dated the 13-5-1952

24

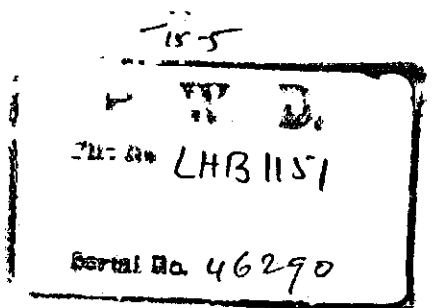
SWIP
19/5

SWIP/AR
15/5

K
15-5
W D.
LHB1157
Serial No. 46290

K
15 5 5

24



WUP
19/5

Sum/Apt
15/5

K
15 9 5 2

KBr.P.W.S.

p21

Submitted with reference to O.N.
dated the 6-5-52.

p23

2/- Please see the A.E. Benson's UOR.
within. Following remarks are offered there-

(a) ^{p23} Para-2 of A.E. Benson's UOR :- It is not
known ^{whether} the ~~fact~~ the Hudd. El. Co. Ltd. has
since submitted its accounts to its
shareholders. The Elect. Engr. may be
requested to furnish this information.
Necy. chkt is put up for approval.

p23

(b) ^{p23} Para 3 & 4 of the UOR :- No action is
necy at this stage. In this con. it may
however be pointed out that the question
of fixing the purchase price of the
Hudd. El. Undertaking is still under
the consideration of Govt. An ~~adviser~~ advised
by the Solicitor to Govt. an offer was
again made to the Co. The Co. has
raised certain points ~~on the~~ re-lt. amts. already
paid by Govt. on behalf of the Co. after
taking over the Undertaking. For this
File No LHB 2451 dealing with that question
has been refd. U.S. to the Elect. Engr.
on the 11-3-52, for furnishing the requisite
information. That office has been expedited
separately

LHR 1157/46280.

2/6

separately to return the file, with his remarks thereon, with the least possible delay.

b23

(c) Re: para. 5 of UOR :- A copy of

the letter No. OA/4033, dated the 25-8-50, was sent to the Solicitors to Govt. for taking into consideration the ^{provisions} explained by the A.G., Bombay. File No. LHR 2457 containing these papers is under U.O.R. to the

note 30/1/58
1157-58

A
Elect. Engr since 11-3-52. Necy. reply in the matter will be given to the A.G., Bombay, on return of the above file from the Elect. Engr.

31-5-52

2/6

DS(902)

37 27

LHB 1151/63 295-K.P.v.P.W.D.Submitted with reference to G.L. No. ^{b27}

LHB 1151K, dated the 2-6-52.

2/- ~~Please see~~ No. reply has so far been recd.
 from the Elec. Engr to the above ^{b27} G.L. He may therefore
 be expedited as per ^{b13334} draft put up for approval -

2/- Please see the ^{b29} letter ^{dated the 4-7-52} addressed by the Asstt.

Examiner Outside Audit to the Dy. Engr, 1/K Hubli

Ely. Undertaking ~~It~~ It is not known what action
 has been taken by the Dy. Engr. in the matter. The

Elec. Engr. may be requested to clarify the position
 Necessary addition has been made in the ^{b13334} draft

6

18-7-52

DS(912)

by 19/7/52

37 101

LHB 1151/84758

Public Works Department.

^{b35}
*Submitted with ref. to G.L.No. LHB 1151 K, dt. the 2-6-52, the O.N. ^{b27} underlying it and subsequently ^{b28} G. L.No. ^{b23-24} LHB 1151 K, dt. the 2-7-52.

2. Pl. see the El.Engr.'s ^{b35} letter within. The following remarks are offered in respect of the Exmr., O.A.D.'s u.o.r. on p. ^{b23} 23 ante.

(a) Para 2 of the Exmr., O.A.D.'s u.o.r.:- The Exmr. may be informed as stated by the El.Engr. in para 2 of his letter within. ^{b35}

(b) Para 3 of the U.O.R.:- No action is necy. ^{b.3}

(c) Para 4 of the U.O.R. :- Pl. see in this con. para 2(b) ^{b25-26} of the O.N., dt. the 31-5-52. The Exmr. may be informed that the matter is still under the consideration of Govt.

(d) Para 5 of the U.O.R.:- Attention in this con. is invited to para 2(c) of the O.N., dt. the 31-5-52. The Exmr., O.A.D., may be informed that the matter is under the consideration of Govt. ^{b23}

3. Pl. see para 3 of the El.Engr.'s letter ^{b35} on p. 35 ante. In view thereof, the Exmr., O.A.D., may be informed in the matter accordingly with ref. to his endt. dt. the 4-7-52. ^{b29}

4. The draft put up may issue if apd. ^{b39-40}

16/9/52.

L.S. (JHE)

17/9

~~43~~ 37 91 LHB 1151 | 86606.

K.Br.

Resubmitted.

P.W.D.

2. The El. Engr. to Govt. may be addressed as per
P-45 post-
Draft put up for approval.

K.Sh.
12/11/52.

AS. (III.)

SD
12/11/52

51 2533 LHB 1151/123776

T. Br.

B. W. D.

Submitted with ref. to G. L. at
the 15-11-52 - p. 47

2. Pl. see the El. Engr's letter^{p. 47}
within, wherein he has stated that the accounts
of the Stabli Ely. Undertaking^{for the years 1950-51} have already been
submitted by the Deputy Engr, Stabli, to the Examiner
O. A. D. In view of the position explained
by the El. Engr., the accounts for the year
1951-52 from the Deputy Engr, Stabli, may
be awaited.


2/1/53

Supt.

ASB
3/1/53

Amended 63-2-53
3/1 Sample or
4/2

LHD 1151 / 123776

~~58~~ 34

K. Br

O. W. D.

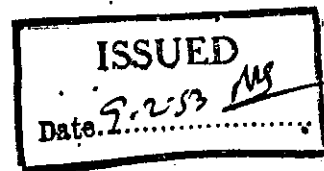
Resubmitted

2. The cl. Engr to Govt expedited
under No LHD 1151K, dt the 7 February 1953.


7/2/53

ASB
7/2


7/2



Suppl-

Ampl- (1053-33)
10/2

Save per on
PL Hooker
action at 'A'
or 1086

25/2

5537 LHB 1151/25200
35 P.W.D.

K. Nr.

Submitted with ref. to O.N.
dt. the 7-2-53. - h. 52

2. Pl. see El. Engr's letter withn. ^{h. 53}
In view of the circumstances stated
by the El. Engr., accounts of the Hubli
Ely. Undertaking for the year 1951-52. may
be awaited.

3. Regarding the portion marked
'A' on h. 26 anti negy. action will be
taken on return of the file No. LHB 2457/11255
which is under submission. The return
of the file may be awaited.

Supdt

6/3/53

6/3/53

Gani purwar
6/3

X. Br.P. W. D.

Submitted with ref. to G.L. dt.

the 18-9-52 h-39

* Slip 'A'

2. The A. G., Bombay in his letter

D. No. 3207/48-70531
kept below

No. OA/4033, dt. the 25-8-50 has raised a question re: the competence and propriety of the Mg. Agents in raising debenture loan in 1947 etc. This letter was forwarded to

O will be put up the solicitors to Govt. on 18-4-1951 for their remarks in the matter. The final report in the matter will be found

rect. from the Solicitors to Govt. on 18-4-1951

* Slip 'B'
kept below

of file No. LHB 2451/69890. The Solicitors to Govt. have suggested as under

Slip 'B' of

D. N. LHB 2451/69890
kept below④ h-25
(a)

In the first instance an offer should be made once again to the Co., who may now be better inclined to accept it.

④ h-25
(b)

In the alternative, some prompt measures should be adopted to appoint another man as an arbitrator, who after calling the necy. meetings and hearing both sides, or if the Co. refuses to appear, after giving it due notice, may make an Award which would be capable

Slip 'C' [H-944]
D. N. LHB 2451/69890

of being enforced against the Co. In this connection file see D. N. dt. the 5-1-52

and the Secy's order thereon. ^{to my}

3. The necy. action as suggested at
'a' was taken under ^A L. No. 2451K, dt. the
8-2-52. The Co. has not yet accepted the
offer but has raised certain points. Attention
in this connection is invited to O. N. on
pp 5-9 of file ^{*} No. LHB 2452/81836. It also see
L. L. ^{*} dt. the 28-10-1952, addressed to the
Co. The Supply Co's reply to, ^{last para of} L. L. ^{*} refd. to
above is awaited.

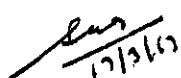
4. It may however be stated that
the points raised by the ^{A. G.} in his letter No.
OA/4033, dt. the 25-8-1950 re: the competence
and propriety of the Mg. Agents was refd.
to the El. Engr. to Govt. for his remarks
in the matter. That officer had suggested
that the point raised by the A. G., Bombay,
may be taken up at the time of giving
award vide his [☒] No. LA 11/11128, dt. the 4th Dec. 50

As the A. G. Bombay in his
letter NO. ^{h. 57} OA/19244, dt. the 6-3-1953 has
again raised this particular point, these
papers may be refd. u. o. to the El. Engr.
to Govt. with a request to offer his remarks
in the matter.



17/3/53

For Secy. El. Engr. d.
with 2 files



ELECTRICAL ENGINEER TO GOVERNMENT 1 ward No. 25182 — e 19-3-1953 No. LA 11 BOMBAY
--

18-3-53

Δ Slip 'D' of
O. N. LHB 2451/648
kept below

* Slip 'E'

x Slip 'P' (h. 27)
O. N. LHB 2452/1548
kept below

* Slip 'A'

O. N. 3207/48-70531
kept below

☒ Slip 'N'

O. N. 3207/48-70531
kept below

A. S. (III)

M. V. B. K. d.
20/4

63 4434 LHB1151/39108
P. W. D.

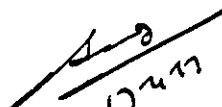
K. Br.

Submitted. with ref. to u. o. r.
dt. the 18-3-53. Ph. 59-60

2. Pl. see El. Engr's remarks.
within. In reply to the points raised
in O. n. dt. the 17-3-1953, the
El. Engr. has stated that as the matter
is more of a legal than
technical nature, it is advisable that
the same may again be refd. to
the solicitors to Govt. for their
opinion.

3. In view of El. Engr's
remarks these papers may be refd.
u. o. to the solicitors to Govt. for
their opinion.


17/4/53


17/4/53

*
not been Solicitors to Govt. (M/S. L. H. & Co.)

A.S. III * with LHB 2452/21548
LHB 2451/69196
32072.

Given up (20/4/53)
17/4/53

See serial (P.L. spec)
28/9

64. 40

Δ Sp. 1, 2.
28-7-53

K Br.

P. W. D.

Resubmitted with reference to the office
p. 63.
note dt. the 17-4-53. These papers were brought
back informally from the office of the Solicitors
to Govt. (M/s Little & Co.) because this Deptt.

files No. ^Δ LHB/2452/21548 and ^Π LHB 2451/69890 ^{Π Ship "C"}
^{vide} p. 63 (kept on file board)

accompanying these papers were required by
Minister in connection with a deputation from
the Directors of the Hathi Electricity Co., Ltd.
since the above-mentioned files are now no
longer required, these papers may now be again
referred to the ^{Π & Δ} ~~the~~ Solicitors to Govt. (M/s
Little & Co.).

Δ Ship "E"
(kept on file board)

2. In this connection, it may be
stated that the point on which the advice of
the Solicitors to Govt. (M/s Little & Co.) is ^{required} as
follows:-

In his letter ^Δ No. 0A/4033 dt. the 25-8-50, the ^{Δ Ship "N"}
F.D. 11. 3207/41
14.15.51

A. J., Bombay, reported that the Managing Agents of the Hydrabad Electric Supply Co., Ltd., had issued a fresh debenture loan during 1947 and that it is not known whether, for this purpose, they have pledged the properties taken over by Govt. on 4-5-44.

Dist. "N" : The A. J., Bombay, therefore, suggested that
 File No 3207/48
 the competence and propriety of the Managing Agents in raising any debenture loan in 1947, with or without pledging the properties that have already been taken over by Govt. in on 4-5-44 should be examined. The A. J., Bombay, also added that it may be considered whether the issue of this debenture loan would in any way prejudice the rights and interests of Govt. or in any way likely to affect the price of the assets that Govt. may have to pay, and also whether it will operate in any way to throw

66.412

a heavier burden on the tax payers or the consumers. In this connection the Elec. Eng.

has advised that the opinion of the Solicitors to Govt. may be obtained on the question

raised by the A. J., Bombay, because the matter is more of a legal than technical nature

these papers may now be referred to

the Solicitors to Govt. (M/s Little & Co) for favour of their advice on the points raised

above.

darofwps3.

12/10/53

ref to Solicitors to Govt. (M/s Little & Co) ... S. (II)

draw 13 - 15 - 5

- with (i) File No. 3207/48.
- (ii) File No. LHB.2452/21548.
- (iii) File No. LHB 2451/69890.

12/10/53

67-4542 LHB 1151/39108
P.C. 10
K

Resubmitted with reference to the O.N. Hb 6/66

dated the 9-10-53.

2/- This case was brought back from the Solicitors on the ~~20-8-54~~ 20-8-54 as the same was reqd. for to Eat. (M/s Little & Co) as the same was reqd. for use at the time of the P.A.C. meeting on the 25-8-54. The case may now be ~~returned~~ sent back to the Solicitors to Eat. with a request to return it, with remarks thereon, with the least possible delay.


4-9-54

ASB
4/9

Suppl.

X work done Solicitors to Govt (M/s Little & Co) d. 6-9-54

X with files

NO. 3207/48, LHB 2452
21548

LHB 2954, LHB 2954
2283

LHB 2451/68890 80711

No. LHB TISIK

27 /
Letter

LHB 1151/46290

P.W.D.

B.C. (Bombay No. 1)

2nd May 1952
Jm

To

The Elec. Engr. to Govt

Subject :— Report on the Accounts of
the Hubli Ely. Undertaking.

Reference: Correspondence ending with your
Memo. ^{PL9} No LRM 11/874, dated the 28-4-52.

2/- Pl. ascertain & report whether the Hubli
Ely. Coy., Ltd. has since submitted its account
for the year 1943-44 to the shareholders.

2A - Nil

Issued

3-5-52

31-5-52

28/5/52
5/6 4/6

By order of,

AS. to Govt., PWD

3
Await (3-7-52) 28 2
3/6 17

29 3
No. OA/

29 3
THE EXAMINER
Branch C.
UNIVERSITY OF BOMBAY
Sir, P. M. Road, BOMBAY No. 1

To
The Deputy Engineer,
I/c Hubli Electricity Supply,
P.W.D. Hubli.

Subject:-Proforma accounts of the Hubli Electric Supply Under-
-taking for 1950-51 and 1951-52 --Rate of percentage
charges to be levied on plant and machinery.

Sir,

With reference to your letter No. 246 dt 27-5-52 on the subject mentioned above I am to state that depreciation has actually been charged in the accounts of 1948-49 and 1949-50. It is, therefore, not clear how it has been stated by you that no depreciation charges have been levied on Buildings, plant and machinery etc. The procedure followed in the year 1948-49 and 1949-50 may be adopted for the years 1950-51 and 1951-52. ~~This office is not aware of any orders of Govt. regarding depreciation. It may, however, be stated that the life of the various assets have been prescribed in the Seventh Schedule to the Electricity (Supply) Act 1948. Whether the rates laid down in para 454 P.W.D. Manual Vol. No. I is to be followed or whether the life prescribed in the 1948 Act is to be adopted is for Govt. to decide and their orders in the matter may be obtained. It may, however, be stated that the rates adopted in the accounts for 1949-50 generally correspond to the life prescribed in Electricity (Supply) Act 1948.~~

Govt. in their Finance Department resolution Nos. 1468 dt 18-9-51 and 1468 dt 27-3-52 have fixed the rate at which interest on capital is to be charged during 1950-51 and 1951-52 (copy enclosed). It is, however, requested that the question of charging interest on the proforma accounts may be referred to Govt. for their orders.

With a view to obviating delay in the compilation of proforma accounts for 1950-51 and 1951-52 it is suggested that the procedure adopted in the accounts for 1949-50 may be followed.

Regarding para 2 of your letter No. 373 dt 19-6-52 a separate communication will be issued by the W.M. Section of this office.

Yours faithfully,

sd/-

Asstt: Examiner, Outside Audit.

No. OA/4175

4/7/52

Copy forwarded to:-

1. The Secretary to the Govt. of Bombay, P.W.D.
2. The Electrical Engineer to Govt. of Bombay, Bombay.
3. The Ex. Engineer, Bombay Electric Div. P.W.D.
4. The Dy. Accountant General, (Works) with a copy of Dy. Engineer's letter No. 373 dt 19-6-52 with a request to communicate directly to the Dy. Engineer the information called for in para 2 ~~under intimation~~ under intimation to this Section.

Asstt: Examiner, Outside Audit

624

$\frac{K}{7-7}$

20
LHB 115
63295

8-9
717

7-7

6-24

$\frac{K}{7-7}$

FILE NO. LHB 1154

LABOR NO. 63295

6-24 7-7-5

No. LHB 1151K

325 335
Letter

LHB 1151/63295

PWD.

B.C. (Bombay No.

22 July 1952

To

The Elec. Engr. to Govt

Subject :— Report on the accounts
of the Hudd. Ely. Undertaking.

Reference: C.L. No. 1151K, dated the 2-6-52.
b27

2/- Please furnish the information called for
in the above C.L. ^{b27} ~~att~~ 9 am ab. to invite your
attention to letter No. OA/^{b29} 4175, dated the 4-7-52, ~~and~~
from the Asstt. Examiner Outside Audit, Bombay, addressed
to the Dy. Engr.. 1/c Hudd. Ely. Undertaking & copy endorsed
to you direct & to request you to report the
action

LHB 1151/63295

346

action taken in the matter.

By order etc,
A.S. to let, Pore

DA-NIC

Q
18/52

Issued & back
22/7

ISSUED
22/7/2002

Am. Lit. 103-8-52
25/7

Shm P
21/8

Rev.

The Elec. Engr. reported under M LHB 1151 K

8/11/52 - 24-8-52

Q
21/11/52

AS
28/8

9/10/28/8

185/11/52
24/8/52
Spt

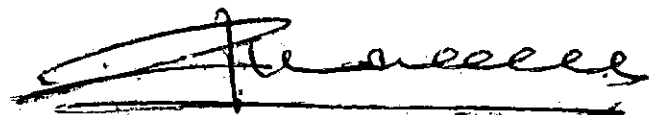
The Secretary to Government,
Public Works Department, Bombay.

Subject:- Report on the accounts of the Hubli
Electricity Undertaking.
=====

Reference: Government Letter, Public Works Department, No.
LHB 1151 K, dated the 22nd July 1952.

2. On inquiry from the Directors of the Hubli Electricity Co. Ltd., it has been ascertained that the accounts for the year 1943-44 were ready only in the month of February 1952, and hence they could not be presented to the Shareholders during the last general meeting, which was held in December 1951, i.e. two months before the compilation of the accounts. The Directors have however assured that they would place the accounts before the next general meeting of the Shareholders, which is expected to be held in December 1952.

3. As regards para.2 of the Government letter under reference I have to state that, as instructed by the Assistant Examiner, Outside Audit Department, the Deputy Engineer, Hubli, has undertaken the compilation of the accounts for 1950-51 and 1951-52 on the basis of the procedure adopted for the accounts of 1949-50, and the work is expected to be completed by the middle of next month.



Electrical Engineer to Govt.

P.

36.9

11-9
K
P. W. D.
File No. 4431151
84758
K
11-9

39 9
Letter
No. LHB 1151 K.

P. W. Dept.
B.C. (Bombay No.1),
18 Sept. 1952.

To

The Examiner, O.A.D.,
A.G.'s Office, Bombay.

Sub:- Report on the accounts of the
Hubli Electricity Undertaking.

Ref: Your U.O.R.No. O.A./1902, dt. the 13-5-52

2. The following remarks are offered in the matter:

(a) Para 2 of the audit report for 1943-44:- On inquiry from the Dirs. of the Hubli Elec. Coy., Ltd., it has been ascertained that the accounts for the year 1943-44 were ready only in the month of Feb. 1952 and hence they could not be presented to the Shareholders during the last general meeting which was held in Dec. 1951, i.e. two months before the ^{compilation} ~~compilation~~ of the accounts. The Dirs. have, however, assured that they would place the accounts before the next general meeting of the Shareholders, which is expected to be held in Dec. 1952.

(b) Para 31 of the audit report:- The matter is still under the consideration of Govt.

(c) The question reg: competence and propriety of the Managing Agents in raising debenture loan in 1947 etc. is still under the consideration of Govt.

3. As regards your endt. No. O.A./4175, dt. the 4-7-52, I am to add that it has been reported by the El. Engr. to Govt. that the Dy. Engr., Hubli, has undertaken the compilation of the accounts for 1950-51 and 1951-52 on the basis of the procedure adopted for the accounts of 1949-50 and the work is expected to be completed by the middle of next month.

By order of the G. of B.,

Asstt. Secy. to the Govt. of Bombay
Public Works Deptt.

D.A.- Nil.

Copy....

~~40-36~~

1A

Copy forwarded to the El. Engr. to Govt. with
ref. to his No. LRM-11/7216, dt. the 10-9-52.

En
16/9/52.

- 35

19/9/52 01

985.
17/9

VMJ.
16/9/52.

No. 007.252

It is requested that in future communications on the subject, the No. and date of this letter, and the distinguishing letters above the No. as given opposite, may be quoted, and the reply addressed to—

THE ACCOUNTANT GENERAL,
QUEEN'S ROAD, BOMBAY.

Bombay 13th September 1952.
Reply to be addressed to:-

FROM THE EXAMINER, OUTSIDE AUDIT DEPARTMENT.
Branch Office: ACCOUNTANT GENERAL, Bombay.

Universal Assurance Building BOMBAY,

Str. P. M. Road, BOMBAY No. 1

To The Secretary to the Government of Bombay,
Public Works Deptt, Bombay

Sub: Accounts of Public Electricity Undertaking
for the years 43-44 to 49-50

Sir,

I am to invite a reference to this Office

LHB/157
46790
Pwt no/8

FOR No. 007/1902 dt (5) 5-52 on the subject

mentioned above & to request an early
reply thereto

Yours faithfully,
For Director

Asst Examiner Int. Audit
59

HB 1151
86606

~~42~~ 12

Kdo.

W.

Very reply in the
matter has since
been given to the

Exms., O.D. = vide G.L.

No. LHB 1151 K, 18-9-52.

8
20/9/52.

Await 39

7/52

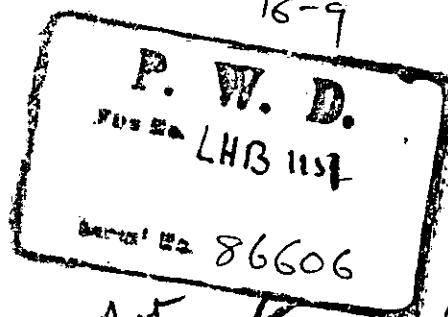
AB
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Suppl-

~~1-25-7-1-2~~
271

17/52

16-9



Sam Ant

K

16/9 16-9-52

No: LHB 1151-K.

(3)

Letter

LHB 1151/ 86606.

P.W.D.,

B.C. (Bombay No. 1)

15th November 1952

To

The El. Engr. to Govt.

Subject:- Report on the accounts of the Hubli
Electricity undertaking.

Refer:- Corres. ending with G.E. No. LHB 1151-K,
dated the 18-9-1952.

2. Please refer to Para 3 of your letter No: LRM-11/
7216, dated the 10-9-1952, and state whether the
work of compilation of the accounts for the year
1950-51 and 1951-52, of the Hubli Electricity
undertaking, has since been completed.

O.A.M.I.

By order etc.,

A.S. to the Govt. of Bombay,

P.W.D.

Copy forwarded to the Examiner, Outside Audit Deptt.,
with refce. to the Corres. ending with G.E. No. LHB 1151-K,
dated the 18-9-1952. P-31

12/11/52.

981-2
12/11

47 15

Letter.

No.LHB 1151 K.

Public Works Department,
Bombay Castle (Bombay No. 1),
15th November 1952.

To

The Electrical Engineer to Government.

Subject:- Report on the accounts off the
Hubli Electricity Undertaking.

....

Reference: Correspondence ending with Government
Endorsement No.LHB 1151 K, dated the 18th September 1952.

2. Please refer to paragraph 3 of your letter letter
LRM-11/7216, dated the 10th September 1952, and state
whether the work of compilation of the accounts for the
year 1950-51 and 1951-52, of the Hubli Electricity
undertaking, has since been completed.

By order of the Governor of Bombay,

3 pps

S. J. ...
17/11/52

O/C

Assistant Secretary to the Government
of Bombay, Public Works Department.

D.A.-Nil.

Copy forwarded to the Examiner, Outside Audit Depart-
ment with reference to the correspondence ending with
Government Letter No.LHB 1151 K, dated the 18th September
1952.

DK.15/x1/52.

3
10/11/52

Amount - (19-12 525)
19/11

48 16

149 17
No. LRM 11/13367 of 1952.
P.W.D. Offices, Churchgate Street,
Fort, Bombay(1), 22nd December 1952.

To

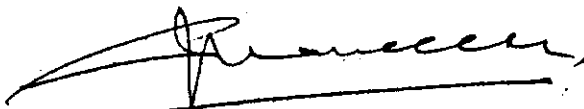
The Secretary to Government,
Public Works Department,
Bombay.

Subject:- Report on the accounts of the
Hubli Electricity Undertaking.

Reference: Government Letter, Public Works Department
No.LHB 1151 K, dated the 15th November 1952. - 11.47

The accounts of the Hubli Electricity Undertaking for the year 1950-51 have already been submitted to the Examiner Outside Audit Department, Bombay by the Deputy Engineer, Hubli vide his letter No.745, dated the 13th September 1952 copy of which was also endorsed to Government.

The compilation of the accounts for the year 1951-52 was taken in hand but the accountant Shri Vaidya has resigned his post since the 26th October 1952 and hence the work is being delayed. Arrangements are being made to appoint a new accountant in Shri Vaidya's place and attempts will be made to complete the work as soon as ever possible.


Electrical Engineer to Government.

22/12/52.

2018

1/23/12

24/12

PA

LHB 1151
23776

53-19

No. LRM 11/ 18 20 6 of 1953,
P.W.D. Offices, Churchgate Street,
Fort, Bombay(1), 2nd February 1953.
March

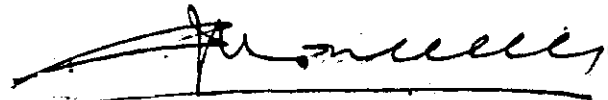
To

The Chief Engineer,
Public Works Department,
Bombay.

Subject:- Report on the accounts of the
Mumbai Electricity Undertaking
for the year 1951-52.

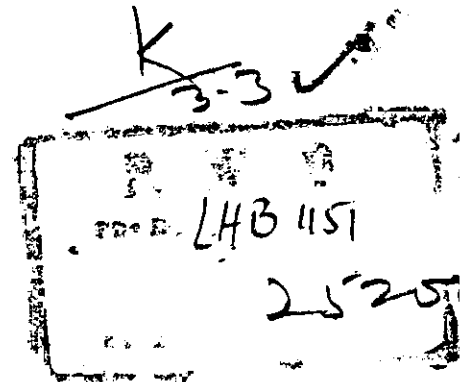
Reference: Government, Public Works Department Memorandum
No. LHB 1151 K, dated 9th February 1953. — H. 52

2. The Manager, Employment Exchange, Bombay has been approached to direct the suitable candidate for the post for interview to this office by the 28th February 1953 and if the suitably qualified person becomes available the post of the Accountant will be filled up immediately and the work of compilation of the accounts for 1951-52 will be expedited. In case a suitable candidate does not become available from the Employment Exchange, the post of the Accountant will be immediately advertised and the appointment will be made as early as possible thereafter,



Electrical Engineer to Government.

MAB/26/2/53



Handwritten notes below the stamp. On the left, "S/P" is written. To the right, "K" is written above "2-3-53".

Telegraphic Address—ACCOUNTS.

A. G. 37(6).

5721
No. 2A/19244

Bombay 613 1953

It is requested that in future communications on the subject, the No. and date of this letter, and the distinguishing letters above the No. as given opposite, may be quoted and the reply addressed to—

THE ACCOUNTANT GENERAL,
QUEEN'S ROAD, BOMBAY.

FROM

THE EXAMINER, OUTSIDE AUDIT DEPARTMENT.

THE ACCOUNTANT GENERAL,
Branch Office of The Accountant General, Bombay.

Universal Assurance Building, 4th Floor, BOMBAY.

Sir, P. M. Road, BOMBAY No. 1

To

The Asstt:Secretary to the Govt. of Bombay,
Public Works Department, Bombay.

SIR,

Sub:Report on the accounts of the Hubli Electricity Undertaking.

I am to invite a reference to Govt. letter, Public Works Deptt. LHB.1151.K dt 18th September 52 and to request that the final decision of Govt. regarding the competence and propriety of the Managing Agents in raising debenture loan in 1947 etc" may be communicated to this office urgently.

Replies to the other points raised in Govt. letter referred to above are awaited.

Yours faithfully,

Srinivas Rao

Asstt EXAMINER OUTSIDE AUDIT,
ACCOUNTANT GENERAL'S OFFICE BOMBAY

JPS
4/3/53

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LHB 1151

27046

6/3 6-3-53

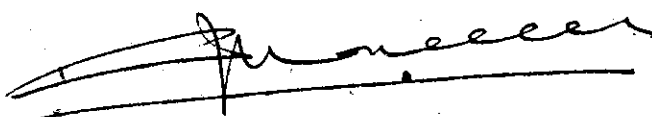
Below U.O.R. No. ^{1159.66} LHB 1151/27046, dated the 18th May 1953, from Government in the Public Works Department, Bombay, -----

No. LRM.11/ 48 of 195
Bombay, ^{2nd} April 1953.

Returned, with compliments.

2. The Accountant General, Bombay, in his letter No. OA/4033, dated 25th August 1950 (slip A) has suggested that the question regarding the competence and propriety of the Managing Agents in raising any debenture loan etc. may be examined in consultation with the legal advisers of Government. Accordingly, the question seems to have been referred to the solicitors to Government for their remarks. However, the solicitors to Government, in their letter (slip B) do not seem to have touched this point and have not expressed their opinion in this matter.

As the matter is more of a legal than technical nature, it is advisable that the same may again be referred to the solicitors to Government for their opinion.


Electrical Engineer to Government.

MAB/1/4/53.

For further papers
phase see LHB 1151

L
414

LHB 1151

(39108)

K

Supplement
4/9 11

4-4-4